

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

P

W-02208A
Pueblo Del Sol Water Company
4226 Avenida Cochise, Ste 13
Sierra Vista, AZ 85635

RECEIVED

APR 13 2006

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

ANNUAL REPORT

FOR YEAR ENDING

12	31	2005
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Entered
4-13-06
RF

FOR COMMISSION USE

ANN04	05
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COMPANY INFORMATION

Company Name (Business Name) <u>Pueblo Del Sol Water Company</u>		
Mailing Address <u>4226 Avenida Cochise, Suite 13</u>		
<u>Sierra Vista</u> (City)	<u>AZ</u> (State)	<u>85635</u> (Zip)
<u>(520) 458-3742</u>	<u>(520) 417-9309</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address _____		
Local Office Mailing Address <u>Same as above</u>		
	(Street)	
	(City)	(State) (Zip)
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address _____		

MANAGEMENT INFORMATION

Management Contact: <u>Rick Coffman</u>		<u>Vice President</u>
	(Name)	(Title)
<u>4100 Canyon Del Flores</u>	<u>Sierra Vista</u>	<u>AZ 85635</u>
(Street)	(City)	(State) (Zip)
<u>(520) 378-9344</u>	<u>(520) 378-9575</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address _____		
On Site Manager: <u>Ann Zilinski</u>		
	(Name)	
<u>4226 Avenida Cochise</u>	<u>Sierra Vista</u>	<u>AZ 85635</u>
(Street)	(City)	(State) (Zip)
<u>(520) 458-3742</u>	<u>(520) 417-9309</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address _____		

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: <u>Prentice Hall Corporation System</u>			
<small>(Name)</small>			
<u>7037 N. 11th Street</u>	<u>Phoenix</u>	<u>AZ</u>	<u>85020</u>
<small>(Street)</small>	<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>
<u>(520) 264-1771</u>			
<small>Telephone No. (Include Area Code)</small>		<small>Fax No. (Include Area Code)</small>	
<small>Pager/Cell No. (Include Area Code)</small>			
Attorney: <u>Mary Garnett</u>			
<small>(Name)</small>			
<u>10900 Wilshire Blvd. Suite 500</u>	<u>Los Angeles</u>	<u>CA</u>	<u>90024</u>
<small>(Street)</small>	<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>
<u>(310) 208-3636</u>			
<small>Telephone No. (Include Area Code)</small>		<small>Fax No. (Include Area Code)</small>	
<small>Pager/Cell No. (Include Area Code)</small>			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|--|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input checked="" type="checkbox"/> Other (Describe) <u>Subsidiary of Parent Corporation: Castle & Cooke Arizona, Inc.</u> | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|---|-----------------------------------|
| <input type="checkbox"/> APACHE | <input checked="" type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME

*Pueblo Del Sol Water Company***UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	<i>1,414</i>	<i>1,414</i>	<i>—</i>
302	Franchises			
303	Land and Land Rights	<i>2,150,833</i>	<i>378,719</i>	<i>1,772,114</i>
304	Structures and Improvements	<i>15,971</i>	<i>15,971</i>	<i>—</i>
307	Wells and Springs	<i>928,766</i>	<i>231,896</i>	<i>696,870</i>
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	<i>371,328</i>	<i>316,120</i>	<i>55,208</i>
331	Transmission and Distribution Mains	<i>2,612,948</i>	<i>2,591,647</i>	<i>21,301</i>
333	Services	<i>271,556</i>	<i>170,215</i>	<i>101,341</i>
334	Meters and Meter Installations	<i>160,418</i>	<i>157,232</i>	<i>3,186</i>
335	Hydrants	<i>123,089</i>	<i>119,754</i>	<i>3,335</i>
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	<i>323,837</i>	<i>90,984</i>	<i>232,853</i>
340	Office Furniture and Equipment	<i>68,494</i>	<i>61,543</i>	<i>6,951</i>
341	Transportation Equipment	<i>143,725</i>	<i>117,139</i>	<i>26,586</i>
343	Tools, Shop and Garage Equipment	<i>3,890</i>	<i>3,890</i>	<i>—</i>
344	Laboratory Equipment			
345	Power Operated Equipment	<i>251,088</i>	<i>245,748</i>	<i>5,340</i>
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	<i>(941,731)</i>	<i>(809,074)</i>	<i>(132,657)</i>
	TOTALS	<i>6,485,626</i>	<i>3,693,198</i>	<i>2,792,428</i>

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

Pueblo Del Sol Water Company

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	1,414		
302	Franchises	—		
303	Land and Land Rights	2,150,833	4 %	89,754
304	Structures and Improvements	15,971		
307	Wells and Springs	928,766	5 %	42,219
311	Pumping Equipment	—		
320	Water Treatment Equipment	—		
330	Distribution Reservoirs and Standpipes	371,328	4 %	14,650
331	Transmission and Distribution Mains	2,612,948	5 %	127,806
333	Services	271,556	5 %	13,394
334	Meters and Meter Installations	160,418	2 %	2,903
335	Hydrants	123,089	3 %	4,266
336	Backflow Prevention Devices	—		
339	Other Plant and Misc. Equipment	323,837	6 %	20,762
340	Office Furniture and Equipment	68,494	7 %	4,753
341	Transportation Equipment	143,725	1 %	1,437
343	Tools, Shop and Garage Equipment	3,890		
344	Laboratory Equipment	—		
345	Power Operated Equipment	251,088	1 %	2,499
346	Communication Equipment	—		
347	Miscellaneous Equipment	—		
348	Other Tangible Plant	(941,731)		
	TOTALS	6,485,626		324,444

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

COMPANY NAME	Aueblo Del Sol Water Company
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BALANCE SHEET

Acct .No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 100	\$ 100
134	Working Funds	(91,819)	28,386
135	Temporary Cash Investments	—	—
141	Customer Accounts Receivable	163,563	141,627
146	Notes/Receivables from Associated Companies	—	—
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 71,845	\$ 170,113
	FIXED ASSETS		
101	Utility Plant in Service	\$ 6,008,929	\$ 6,485,626
103	Property Held for Future Use	—	—
105	Construction Work in Progress	—	—
108	Accumulated Depreciation – Utility Plant	(3,356,351)	(3,693,198)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 2,652,577	\$ 2,792,428
	TOTAL ASSETS	\$ 2,724,422	\$ 2,962,541

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

Pueblo Del Sol Water Company

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	(7,756,704)	(8,438,380)
235	Customer Deposits	385,400	425,028
236	Accrued Taxes	1,808,276	2,119,430
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	1,938,153	2,020,488
	TOTAL CURRENT LIABILITIES	\$(3,624,876)	\$(3,873,434)
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$(3,624,876)	\$(3,873,434)
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 1,630,000	\$ 1,630,000
211	Paid in Capital in Excess of Par Value	(64,531)	(64,531)
215	Retained Earnings	4,783,829	5,270,506
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 6,349,299	\$ 6,835,975
	TOTAL LIABILITIES AND CAPITAL	\$ 2,724,423	\$ 2,962,541

COMPANY NAME Pueblo Del Sol Water Company

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 1,657,282	\$ 1,750,717
460	Unmetered Water Revenue		
474	Other Water Revenues	57,801	191,176
	TOTAL REVENUES	\$ 1,715,083	\$ 1,941,894
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 205,017	\$ 268,499
610	Purchased Water		
615	Purchased Power		
618	Chemicals		
620	Repairs and Maintenance	49,035	22,370
621	Office Supplies and Expense	303,734	297,216
630	Outside Services	19,340	23,972
635	Water Testing		
641	Rents	16,136	19,362
650	Transportation Expenses	951	812
657	Insurance – General Liability	8,139	13,785
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	55,582	55,150
403	Depreciation Expense	303,724	336,847
408	Taxes Other Than Income		1,615
408.11	Property Taxes	106,042	104,434
409	Income Tax	252,479	311,154
	TOTAL OPERATING EXPENSES	\$ 1,320,179	\$ 1,455,217
	OPERATING INCOME/(LOSS)	\$ 394,904	\$ 486,677
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$
	NET INCOME/(LOSS)	\$ 394,904	\$ 486,677

COMPANY NAME

Pueblo Del Sol Water Company

SUPPLEMENTAL FINANCIAL DATA**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 380,028

Meter Deposits Refunded During the Test Year

\$ 56,247

COMPANY NAME

Pueblo Del Sol Water Company

WATER COMPANY PLANT DESCRIPTION**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-623583	125	500	601	14-16	8	1972
55-623582	150	540	795	14-16	8	1973
55-623581	200	850	650	14-16	8	1973
55-595127	200	1100	800	16	10	2003

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N.A.		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
25	4	541	46
60	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
500,000 Gallon	2	5,000 Gallon	1
250,000 Gallon	1		
1,000,000 Gallon	1		

COMPANY NAME Pueblo Del Sol Water Company

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC, Steel	4,21
3	N/A	-0-
4	PVC, Steel, Iron	26,432
5	N/A	-0-
6	PVC, Steel, Iron	151,400
8	PVC, Steel, Iron	148,063
10	PVC, Steel, Iron	7,276
12	PVC, Steel, Iron	79,520

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	4,704
3/4	1
1	16
1 1/2	5
2	20
Comp. 3	N/A
Turbo 3	N/A
Comp. 4	N/A
Tubo 4	N/A
Comp. 6	N/A
Tubo 6	N/A
5" Meter	1

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

N/A

STRUCTURES:

N/A

OTHER:

N/A

COMPANY NAME: Pueblo Del Sol Water Company

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2005

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	4408	29,308,229	30,240
FEBRUARY	4420	23,851,656	25,204
MARCH	4470	29,082,125	30,540
APRIL	4520	39,071,523	40,034
MAY	4569	47,434,168	50,164
JUNE	4584	50,544,661	52,878
JULY	4625	58,170,335	60,472
AUGUST	4655	33,202,954	33,627
SEPTEMBER	4650	34,152,565	34,602
OCTOBER	4664	41,279,246	42,626
NOVEMBER	4683	36,417,938	38,049
DECEMBER	4697	29,417,918	30,624
TOTAL		451,933,318	469,060

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (x) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (x) No

If yes, provide the GPCPD amount:

What is the level of arsenic for each well on your system. < 0.0010 mg/l

(If more than one well, please list each separately.)

Wells 2, 3, 4, and 5

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Aueblo Del Sol Water Company YEAR ENDING 12/31/2005

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2005 was: \$ 105,238.13

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

Account Ledger Print

Account Number 12207 22641 Real Property Taxes Payable

Year to Date 803.67 Cumulative Balance 52,217.23-

From Date 1/1/2005

Thru Date 12/31/2005

Ledger Type AA

Ledger Type 2

Subledger Type

Subledger *

DT Document	Date	Explanation	Batch	Batch Date	Subledger Sub Type	Debit	Credit	P	Cod	Rate	User ID
RJ 250102	1/31/2005	Book 2005 Prop. Taxes	48711	2/3/2005			7,811.58-	P			WALVARAD
RJ 250202	2/28/2005	Book 2005 Prop. Taxes	53645	2/25/2005			7,811.58-	P			JHARDIN
RJ 250302	3/31/2005	Book 2005 Prop. Taxes	70665	4/20/2005			7,811.58-	P			JHARDIN
RJ 250402	4/30/2005	Book 2005 Prop. Taxes	81435	5/24/2005			7,811.58-	P			JHARDIN
RJ 250502	5/31/2005	Book 2005 Prop. Taxes	91442	6/23/2005			7,811.58-	P			JHARDIN
U2 250507	5/31/2005	Wire Transfers for May	96553	7/8/2005		53,020.90		P			EJOHNSON
AF 250607	6/30/2005	Book RPT thru 6/30/05	114697	8/17/2005			6,151.42-	P			EJOHNSON
RJ 250602	6/30/2005	Book 2005 Prop. Taxes	104488	7/27/2005			7,811.58-	P			JHARDIN
RJ 250702	7/31/2005	Book 2005 Prop. Taxes	116971	8/26/2005			8,836.82-	P			JHARDIN
RJ 250802	8/31/2005	Book 2005 Prop. Taxes	124272	9/19/2005			8,836.82-	P			JHARDIN
RJ 250901	9/30/2005	Book 2005 Prop. Taxes	131283	10/12/2005			8,836.82-	P			JHARDIN
RJ 251002	10/31/2005	Book 2005 Prop. Taxes	143744	11/16/2005			8,836.82-	P			JHARDIN
U2 251001	10/31/2005	Book Corporate Wire Transfers	140706	11/8/2005		52,217.23		P			MROSA
RJ 251102	11/30/2005	Book 2005 Prop. Taxes	152290	12/13/2005			8,836.82-	P			JHARDIN
RJ 251201	12/31/2005	Book 2005 Prop. Taxes	165459	1/10/2006			7,229.46-	P			JHARDIN
Column Total						105,238.13	104,434.46-				
Posted						105,238.13	104,434.46-				
Unposted											
Ledger Total						803.67					

WIRE REQUEST
CASTLE & COOKE ARIZONA, INC.
COMPANY - 12204

DATE: April 28, 2005

PAYABLE TO: County of Cochise
Office of the Treasurer & Tax Collector
P.O. Box 1778
Bisbee, AZ 85603

AMOUNT: \$222,258.92 *debit 12204.22641*
Credit 12200.26120
10002 A.

DESCRIPTION: 2nd Installment of the 2004 Real Property Taxes for
Commercial & Residential Properties in Sierra Vista, Arizona

ACCOUNT NUMBER:

12204.22641	169,238.02
12207.22641	53,020.90

NEED BY: April 29, 2005

MAILING INSTRUCTIONS Return to John Ritchie

REQUESTED BY: John Ritchie

APPROVED BY: *JR*

Batch Number: _____
Voucher Number: _____
Commit Number: _____

WIRE REQUEST
CASTLE & COOKE ARIZONA, INC.
COMPANY - 12204

DATE:

October 29, 2005

PAYABLE TO:

County of Cochise
Office of the Treasurer & Tax Collector
P.O. Box 1778
Bisbee, AZ 85603

AMOUNT:

\$194,669.61

DESCRIPTION:

1st Installment of the 2005 Real Property Taxes for
Commercial & Residential Properties in Sierra Vista, Arizona

ACCOUNT NUMBER:

12204.22641	142,452.38
12207.22641	52,217.23

NEED BY:

October 31, 2005

MAILING INSTRUCTIONS: Return to Anna Kelleher

REQUESTED BY:

Anna Kelleher

APPROVED BY:

Laura Whitaker 10/30/05

Balch Number: _____

Voucher Number: _____

Commit Number: _____

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

RECEIVED

APR 13 2006

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	Cochise
NAME (OWNER OR OFFICIAL) TITLE	David A. Cari
COMPANY NAME	Pueblo Del Sol Water Company

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

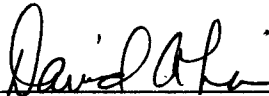
MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



SIGNATURE OF OWNER OR OFFICIAL

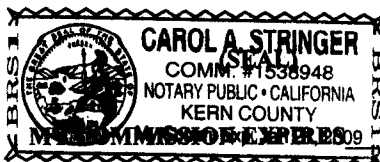
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 11th **DAY OF**

COUNTY NAME	Kern
MONTH	April 2006





SIGNATURE OF NOTARY PUBLIC

COMPANY NAME Pueblo Del Sol Water Company YEAR ENDING 12/31/2005

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 797,831
Estimated or Actual Federal Tax Liability 223,393

State Taxable Income Reported 797,831
Estimated or Actual State Tax Liability 87,761

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

David A. Lari
SIGNATURE

4/10/06
DATE

DAVID A. LARI
PRINTED NAME

VP
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED
APR 13 2006
AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Cochise</u>
NAME (OWNER OR OFFICIAL) TITLE <u>David A. Cari</u>
COMPANY NAME <u>Pueblo Del Sol Water Company</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2005 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 2,095,098

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 132,205
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

David A. Cari
SIGNATURE OF OWNER OR OFFICIAL

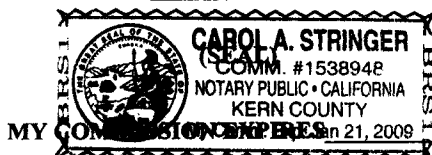
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 11th DAY OF

COUNTY NAME <u>Kear</u>	
MONTH <u>April</u>	YEAR <u>2006</u>



Carol A. Stringer
SIGNATURE OF NOTARY PUBLIC

1-21-09

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

RECEIVED

APR 13 2006

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Cochise</u>	
NAME (OWNER OR OFFICIAL) <u>David A. Carr</u>	TITLE <u>VP</u>
COMPANY NAME <u>Pueblo Del Sol Water Company</u>	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING**

MONTH 12	DAY 31	YEAR 2005
--------------------	------------------	---------------------

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2005 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 1696,967

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 118,985
IN SALES TAXES BILLED, OR COLLECTED)

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

David A. Carr

SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

11th

DAY OF

NOTARY PUBLIC NAME <u>CAROL A. STRINGER</u>	
COUNTY NAME <u>KEEN</u>	
MONTH <u>April</u>	.20 <u>06</u>



EXPIRES 1-21-09

X

Carol A. Stringer

SIGNATURE OF NOTARY PUBLIC